

Holt, Renfrew
& COMPANY LIMITED

Annual Report
January Thirty-first
Nineteen-Thirty-Nine

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HOLT, RENFREW & COMPANY LIMITED

HEAD OFFICE: MONTREAL

DIRECTORS

SIR HERBERT S. HOLT

SENATOR D. O. L'ESPERANCE

R. G. LIDDY

R. B. LINDSAY

J. G. McCONNELL

W. H. McWILLIAMS

RT. HON. ARTHUR MEIGHEN, K.C., P C.

A. J. WALKER

SENATOR LORNE C. WEBSTER

OFFICERS

SENATOR LORNE C. WEBSTER, *President*

A. J. WALKER, *Vice-President and Managing Director*

R. G. LIDDY, *Secretary-Treasurer*

Branches:

QUEBEC - MONTREAL - TORONTO - WINNIPEG

ANNUAL REPORT — JANUARY 31, 1939

REPORT OF THE PRESIDENT AND DIRECTORS SUBMITTED
TO THE ANNUAL MEETING OF THE SHAREHOLDERS
TO BE HELD ON

FRIDAY, MARCH 31, 1939.

To the
Shareholders of Holt, Renfrew & Company
Limited

Your Directors submit herewith the Annual Report of your Company, covering its operations for the year ending January 31, 1939, as audited by Messrs. Price, Waterhouse & Company.

Profit on operations for the year under review, after deducting Selling, General and Administration expenses, and before making provision for Depreciation, Mortgage and other Interest, amounts to \$61,811.99. Depreciation of \$19,460.39 and Mortgage and other Interest charges of \$45,884.38, resulted in a loss of \$3,532.78 for the year.

The stocks of Merchandise are in good condition and the Accounts Receivable have been carefully valued and sufficient allowances made to provide against any anticipated loss.

Ample depreciation has been taken on Furniture and Fixtures and Automobiles but no further reserve has been considered necessary on the buildings which are constantly kept in a state of good repair.

The Directors exceedingly regret to record the removal by death during the year of Senator A. J. Brown, K.C., who had served the Company as a Director for many years.

Your Directors desire to express to the staff and employees their appreciation of the loyal and efficient services rendered during the year.

Respectfully submitted on behalf of the Board.

LORNE C. WEBSTER,
President.

HOLT, RENFREW & BALANCE SHEET,

Assets

CAPITAL ASSETS:

Land and Buildings.....	\$1,176,270.63
Shop Furniture and Fixtures, Automobiles, etc., less depre- ciation.....	146,737.63
	\$1,323,008.26

NOTE:—Under date of January 31, 1939
Canadian Appraisal Co., Limited, valued
the properties at a depreciated value of
\$1,448,908.37.

Goodwill.....	772,453.79	
		\$2,095,462.05

CURRENT ASSETS:

Inventories of Skins, Manufac- tured Furs, etc., as valued by the Management at or below cost.....	\$ 775,772.59	
Trade Accounts Receivable, less Reserve.....	461,702.35	
Other Accounts Receivable....	18,293.19	
Cash on hand and on deposit..	25,571.48	
Cash Deposit with Fire Insur- ance Underwriters.....	57,084.95	
		1,338,424.56

INVESTMENT in and advances
to Huron Manufacturing Co.
Ltd.....

64,613.17

DEFERRED CHARGES:

Taxes, Insurance and Expenses paid in advance.....	23,164.03
	\$3,521,663.81

Approved on behalf of the Board:

A. J. WALKER, *Director.*

R. G. LIDDY, *Director.*

COMPANY, LIMITED

JANUARY 31, 1939

Liabilities

CAPITAL STOCK:

Seven Per Cent. Cumulative Preferred—Authorized and Issued:
10,000 shares of \$100.00 each... \$1,000,000.00

NOTE:—PREFERRED DIVIDEND PAID
TO DECEMBER 31, 1932.

Common:

Authorized and Issued:
10,000 shares of \$100.00 each... \$1,000,000.00

\$2,000,000.00

MORTGAGE PAYABLE 5%
maturing in semi-annual instal-
ments from April 1, 1939 and
balance of \$217,875.00 due
October 1, 1947..... 394,250.00

CURRENT LIABILITIES:

Bank Loan.....	\$ 470,000.00	
Accounts Payable and Accrued Liabilities.....	66,175.22	
Prepaid Storage and Sundry Credit Balances.....	10,563.75	
Accrued Mortgage Interest....	6,570.83	
		553,309.80

RESERVES:

For Contingencies.....	\$ 7,995.26	
For Depreciation of Buildings.	80,000.00	
		87,995.26

SURPLUS:

As per Statement attached....		486,108.75
		<u>\$3,521,663.81</u>

CONTINGENT LIABILITY:

Trade Bills under Discount.....	\$ 77,752.90
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HOLT, RENFREW & COMPANY LIMITED

*Statement of
Profit and Loss and Surplus
for the year ending
January 31, 1939*

Profit from Operations for the
year ending January 31, 1939,
after deducting Selling, General
and Administration Expenses
and before making provision
for Depreciation, and the charges listed below.....

	\$	61,811.99
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DEDUCT:

Mortgage Interest.....	\$	19,832.08	
Other Interest.....		26,052.30	
			45,884.38
			15,927.61

DEDUCT ALSO:

Depreciation of Shop Furniture, Fixtures and Automobiles.....		19,460.39

Loss for the year.....		3,532.78
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Surplus, January 31, 1938.....		489,641.53

Surplus, January 31, 1939.....		<u>\$ 486,108.75</u>
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HOLT, RENFREW & COMPANY LIMITED

Auditors' Report to the Shareholders

We have made an examination of the books and accounts of Holt, Renfrew & Company Limited in Montreal and Winnipeg for the year ending January 31, 1939, and have been furnished with a Balance Sheet and Profit and Loss Account of the Toronto and Quebec Branches certified to by the Chartered Accountants who audited the books of these Branches. We have obtained all the information and explanations which we have required. The operations of the year have not been charged with any provision for depreciation of buildings, and, subject thereto, we report, that, in our opinion, the above Balance Sheet at January 31, 1939, is properly drawn up so as to exhibit a true and correct view of the state of the Company's affairs, according to the best of our information and the explanations given to us and as shown by the books of the Company which we have examined and the Certified Accounts of the Branches which were furnished to us.

PRICE, WATERHOUSE & CO.,
Auditors.

MONTREAL, March 8, 1939

